

LOCAL TELEPHONE COMPANY

ANNUAL REPORT

OF THE

RECEIVED
3-27-23
ARK PUBLIC SERVICE COMM
AUDIT SECTION

NAME E. RITTER TELEPHONE COMPANY, LLC

(Here show in full the exact corporate, firm or individual name of the respondent)

LOCATED AT 2400 RITTER DRIVE, JONESBORO, AR 72401

(Here give the location, including street and number of the respondent's main business office within the State)

COMPANY # 130

(Here give the APSC-assigned company number)

TO THE

ARKANSAS PUBLIC SERVICE COMMISSION



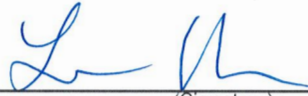
COVERING ALL OPERATIONS

FOR THE YEAR ENDING DECEMBER 31, 2022

LETTER OF TRANSMITTAL

To: Arkansas Public Service Commission
Post Office Box 400
Little Rock, Arkansas 72203-0400

Submitted herewith is the annual report covering the operation of E. RITTER TELEPHONE COMPANY, LLC
(Company)
of 2400 RITTER DRIVE, JONESBORO, AR 72401 for the year ending December 31, 2022. This report is submitted in
(Location)
accordance with Section 51 of Act 324 of the 1935 Acts of Arkansas.
The following report has been carefully examined by me, and I have executed the verification given below.


(Signature)

LEXANNE HORTON, CFO
(Title)

.....
VERIFICATION

STATE OF)
) ss.
COUNTY OF)

I, the undersigned, LEXANNE HORTON, CFO of the
(Name and Title)

E. RITTER TELEPHONE COMPANY, LLC, on my oath do say that the following report has
(Company)

been prepared under my direction from the original books, papers, and records of said utility: that I have carefully examined the same, and declare the same a complete and correct statement of the business and affairs of said utility in respect to each and every matter and thing set forth, to the best of my knowledge, information, and belief; and I further say that no deductions were made before stating the gross revenues, and that accounts and figures contained in the foregoing statements embrace all of the financial transactions for the period in this report.


(Signature)

Subscribed and sworn to before me this 24
day of March

My Commission Expires 6-8-2030




(Signature of Notary)

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

GENERAL INSTRUCTIONS, DEFINITIONS, ETC.

- 1 Two (2) copies of this report, properly filled out and verified shall be filed with the Utility Division of the Arkansas Public Service Commission, Little Rock, Arkansas, on or before the 31st day of March following the close of the calendar year for which the report is made.
- 2 The word "respondent" in the following inquiries means the person, firm, association or company in whose behalf the report is made.
- 3 If any schedule does not apply to the respondent, such fact should be shown on the schedule by the words "not applicable."
- 4 Except in cases where they are especially authorized, cancellations, arbitrary check marks, and the like must not be used either as partial or entire answers to inquiries.
- 5 Reports should be made out by means which result in a permanent record. The copy in all cases shall be made out in permanent black ink or with permanent black typewriter ribbon. Entries of a contrary or opposite character (such as decreases reported in a column providing for both increases and decreases) should be shown in red ink or enclosed in parentheses.
- 6 This report will be scanned in. Please bind with clips only.
- 7 Answers to inquiries contained in the following forms must be complete. No answer will be accepted as satisfactory which attempts by reference to any paper, document, or return of previous years or other reports, other than the present report, to make the paper or document or portion thereof thus referred to a part of the answer without setting it out. Each report must be complete within itself.
- 8 In cases where the schedules provided in this report do not contain sufficient space or the information called for, or if it is otherwise necessary or desirable, additional statements or schedules may be inserted for the purpose of further explanation of accounts or schedules. They should be legibly made on paper of durable quality and should conform with this form in size of page and width of margin. This also applies to all special or unusual entries not provided for in this form. Where information called for herein is not given, state fully the reason for its omission.
- 9 Schedules supporting the revenue accounts and furnishing statistics should be so arranged as to effect a division in the operations as to those inside and outside the state.
- 10 Answers to all inquiries may be in even dollar figures, with cents omitted and with agreeing totals.
- 11 Each respondent should make its report in duplicate, retaining one copy for its files for reference, in case correspondence with regard to such report becomes necessary. For this reason, several copies of the accompanying forms are sent to each utility company concerned.

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

Give the name, title, office address, telephone number and e-mail address of the person to whom any correspondence concerning this report should be addressed:

Name Kyle Harris Title Regulatory Accountant

Address P.O. BOX 17040, JONESBORO, AR 72403

Telephone Number 870.336.2312

E-Mail kyle.harris@rittercommunications.com

Give the name, address, telephone number and e-mail address of the resident agent:

Name _____ Telephone Number _____

Address _____

E-Mail _____

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

IDENTITY OF RESPONDENT

1. Give the exact name by which respondent was known in law at the close of the year. Use the initial word "The" only when it is part of the name:

E. RITTER TELEPHONE COMPANY, LLC

2. Give the location (including street and number) of (a) the main Arkansas business office of respondent at the close of the year, and (b) if respondent is a foreign corporation, the main business office if not in this state:

(a) 2400 RITTER DR (b)
JONESBORO, AR 72401

3. Indicate by an **x** in the proper space (a) the type of service rendered, and (b) the type of organization under which respondent was operating at the end of the year.

(a) ☐ Electric, ☐ Gas, ☐ Water, ☒ Telephone, ☐ Other

(b) ☐ Proprietorship, ☐ Partnership, ☐ Joint Stock Association,
☐ Corporation, ☒ Other (describe below):

4. If respondent is not a corporation, give (a) date of organization, and (b) name of the proprietor or the names of all partners, and the extent of their respective interest at the close of the year.

Limited Liability Company
(a) 10/28/2019

(b) E. Ritter Communications Holdings, LLC

5. If a corporation, indicate (a) in which state respondent is incorporated, (b) date of incorporation, and (c) designation of the general law under which respondent was incorporated, or, if under special charter, the date of passage of the act:

(a)

(b)

(c)

6. State whether or not respondent during the year conducted any part of its business within the State of Arkansas under a name or names other than that shown in response to inquiry No. 1 above, and, if so, give full particulars:

RITTER COMMUNICATIONS

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

NO

(a)

(b)

(c)

8. State whether respondent is a reorganized company. If so, give (a) name of original corporation, (b) date of reorganization, (c) reference to the laws under which it was reorganized and (d) state the occasion of the reorganization, whether because of foreclosure of mortgage or otherwise, giving full particulars.

NO

(a)

(b)

(c)

(d)

9. Was respondent subject to a receivership or other trust at any time during the year?
If so, state:

NO

(a) Name of receiver or trustee: _____

(b) Name of beneficiary or beneficiaries for whom trust was maintained:

(c) Purpose of the trust: _____

(d) Give (1) date of creation of receivership or other trust, and (2) date of acquisition
of respondent: (1) _____ (2) _____

10. Did the respondent act in any of the capacities listed in Paragraph (a) below during the past year? NO If so,

(a) Indicate the applicable one by an X in the proper space:

() Guarantor, () Surety, () Principal--obligor to a surety contract,
() Principal--obligor to a guaranty contract.

- (b) Insert a statement showing the character, extent, and terms of the primary agreement or obligation, including (1) names of all parties involved, (2) extent of liability of respondent, whether contingent or actual, (3) extent of liabilities of the other parties, whether contingent or actual, and (4) security taken or offered by respondent.

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

DIRECTORS

Give the name and office addresses of all directors at the close of the year, and dates of beginning and expiration of terms. Chairman (*) and Secretary (**) marked by asterisks.

Name of Director	Office Address	Date of Term	
		Beginning	End
ALAN G. MORSE HEATH SIMPSON LEXANNE HORTON	2400 RITTER DRIVE, JONESBORO, AR 72401 2400 RITTER DRIVE, JONESBORO, AR 72401 2400 RITTER DRIVE, JONESBORO, AR 72401		

PRINCIPAL OFFICERS AND KEY MANAGEMENT PERSONNEL

Give the title of the principal officers, managers and key personnel, the names and office addresses of persons holding such positions at the close of the year.

Title	Name of person holding office at close of year	Office Address
CHIEF EXECUTIVE OFFICER PRESIDENT/COO CFO	ALAN G. MORSE HEATH SIMPSON LEXANNE HORTON	2400 RITTER DRIVE, JONESBORO, AR 72401 2400 RITTER DRIVE, JONESBORO, AR 72401 2400 RITTER DRIVE, JONESBORO, AR 72401

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

GROSS ASSESSABLE REVENUES	
Description	Amount
ARKANSAS GROSS ASSESSABLE REVENUES (excluding Interstate Tolls)	\$1,845,287

LOCAL EXCHANGE SERVICE STATISTICS

ACCESS LINES	ARKANSAS
Residence	1,392
Business	298
TOTAL RESIDENTIAL & BUSINESS ACCESS LINES	1,690
PBX Access Lines	
Coin or Credit Card Paystation Access Lines	14
Company Official Access Lines (Numbers)	50
TOTAL ACCESS LINES	1,754

STATEMENT OF ACCURACY

I do hereby state that the amounts contained in this report are true and accurate, schedules have been cross-referenced by use of the attached check list, and that the accuracy of all totals has been verified by me or under my supervision. Should I or anyone under my supervision become aware of any error in or omission from this report, I will take steps to notify the Arkansas Public Service Commission of such error or omission and provide corrected schedules as soon as possible.

A handwritten signature in blue ink, consisting of a stylized 'L' followed by a series of loops and a horizontal stroke.

CFO

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

COMPANY CONTACTS

Company Information	
Company Name	E. RITTER TELEPHONE COMPANY, LLC
dba	
Official Mailing Address	PO BOX 17040, JONESBORO, AR 72403
Mailing Address for APSC Annual Assessment Invoice	PO BOX 17040, JONESBORO, AR 72403

AREA	PERSON TO CONTACT	PHONE #	FAX #	E-MAIL
Annual Report	CALEB SMITH	870.336.2311	870.336.2312	caleb.smith@eritter.com
APSC Annual Assessment	CALEB SMITH	870.336.2311	870.336.2312	caleb.smith@eritter.com
Tariffs	CALEB SMITH	870.336.2311	870.336.2312	caleb.smith@eritter.com
Property Taxes	CALEB SMITH	870.336.2311	870.336.2312	caleb.smith@eritter.com
Regulatory Affairs	CALEB SMITH	870.336.2311	870.336.2312	caleb.smith@eritter.com

Please list the number of utility employees located in Arkansas 5 .

Ritter Communications
Test Reg Code Trial Balance
As of December 31, 2022

Reporting Book:
As of Date:
Location:

ACCRUAL
12/31/2022
E. RITTER TELEPHONE COMPANY, LLC

REG CODE FLAT GROUP	Year To Date 12/31/2022		
	Beginning Balance	Actual	Ending Balance
112000_Cash and Equivalent	87,998,196.12	69,634,020.56	157,632,216.68
122000_Inventories	10,646.35	(22,217.70)	(11,571.35)
128000_Prepayments	31,630.54	11,608.00	43,238.54
135000_Other Current Assets	638.48	154,382.07	155,020.55
140600_NON REGULATED INVESTMENTS-INVENTORY	3,873.85	15,553.73	19,427.58
141000_Other Noncurrent Assets	767.35	367.71	1,135.06
200300_Telecommunications Plant Under Construction	498,559.50	103,187.92	601,747.42
211100_Land	11,785.65	0.00	11,785.65
211200_Motor Vehicles	73,313.82	(40,000.00)	33,313.82
211290_Motor Vehicles Fully Depreciated	50,197.20	0.00	50,197.20
211400_Tools and Other Work Equipment	204,236.93	0.00	204,236.93
212100_Buildings	670,346.24	28,616.44	698,962.68
212200_Furniture	44,347.07	0.00	44,347.07
212300_Office Equipment	80.68	0.00	80.68
212400_General Purpose Computers	165,196.48	0.00	165,196.48
221200_Digital Electronic Switching	3,945,404.99	0.00	3,945,404.99
223200_Circuit Equipment	1,214,208.66	0.00	1,214,208.66
223210_Electronic	37,217.32	0.00	37,217.32
223220_Optical	5,492.17	0.00	5,492.17
223230_DSL	1,948,876.83	0.00	1,948,876.83
232100_Customer Premise Wiring	181,412.63	4,228.11	185,640.74
242100_Aerial Cable Metallic	29,409.69	0.00	29,409.69
242110_Aerial Cable Fiber Optic	1,477,029.63	0.00	1,477,029.63
242200_Underground Metallic	134,853.70	0.00	134,853.70
242210_Underground Fiber Optic	178.37	0.00	178.37
242300_Buried Cable Metallic	4,089,165.96	0.00	4,089,165.96
242310_Buried Cable Fiber Optic	1,797,633.44	0.00	1,797,633.44
244100_Conduit Systems	4,771.38	0.00	4,771.38
311200_A/D-Motor Vehicles	(29,933.67)	36,472.12	6,538.45
311210_A/D-Vehicle Salvage	(58,901.00)	0.00	(58,901.00)
311290_A/D-Motor Vehicles Fully Depreciated	(50,197.20)	0.00	(50,197.20)
311400_A/D-Machinery, Tools, and Other Work Equipment	(184,882.69)	(14,092.32)	(198,975.01)
312100_A/D-Buildings and Fixtures	(490,945.81)	(18,770.90)	(509,716.71)
312200_A/D-Furniture	(44,347.07)	0.00	(44,347.07)
312300_A/D-Office Equipment	(24.00)	(7.20)	(31.20)
312400_A/D-General Purpose Computers and Software	(154,789.08)	(10,895.04)	(165,684.12)
321200_A/D-Digital Electronic Switching	(3,945,404.99)	0.00	(3,945,404.99)
321290_A/D-Switching salvage	(2,410.97)	0.00	(2,410.97)
323200_A/D-Circuit Equipment	(1,214,208.66)	0.00	(1,214,208.66)
323210_A/D-Electronic	(17,136.69)	(5,318.16)	(22,454.85)
323220_A/D-Optical	(3,989.40)	(784.80)	(4,774.20)
323230_A/D-DSL	(624,403.18)	(278,486.76)	(902,889.94)
332100_A/D-Customer Premise Wiring	(41,085.97)	(14,642.18)	(55,728.15)
342100_A/D-Aerial Cable Metallic	(1,811.28)	(1,258.80)	(3,070.08)
342110_A/D-Aerial Cable Fiber optic	(784,124.65)	(63,222.72)	(847,347.37)
342200_A/D-Underground Cable Metallic	(134,853.70)	0.00	(134,853.70)
342210_A/D-Underground Cable Fiber Optic	(17.82)	(7.92)	(25.74)
342300_A/D-Buried Cable Metallic	(4,089,165.96)	0.00	(4,089,165.96)
342310_A/D-Buried Cable Fiber optic	(1,797,633.44)	0.00	(1,797,633.44)
344100_A/D-Conduit Systems	(4,771.38)	0.00	(4,771.38)
400000_Current Accounts and Notes Payable	52,248.68	1,943.48	54,192.16
408000_Other Taxes-Accrued	66,203.21	(5,984.43)	60,218.78
413000_Other Current Liabilities	(12,839.90)	(1,180.85)	(14,020.75)
413010_Current maturities	11,087.51	(8,220.26)	2,867.25
413020_Intercompany	79,446,372.64	68,780,133.90	148,226,506.54
420000_Long-Term Debt and Funded Debt	7,558.97	(2,914.46)	4,644.51
430000_Other Long-Term Debt and Liabilities	366.75	(366.75)	0.00
452000_Additional Paid-in Capital	10,822,578.92	0.00	10,822,578.92
455000_Retained Earnings	560,855.64	(306.15)	560,855.64
500160_Basic Area Rev- 403.0 INTER- NECA-NETWORK ACCESS-LIFELINE	0.00	(466.75)	(466.75)
500165_Basic Area Rev- 404.3 INTRA- LOC SVC	0.00	387,659.50	387,659.50
500170_Basic Area Rev- 404.3 INTRA- LOC SVC-T1	0.00	588.12	588.12
500190_Basic Area Rev- 404.5 ALLOC- LOC SVC-VOHFC	0.00	6,592.89	6,592.89
504000_Basic Area Rev- 405.0 INTER- END USER REV	0.00	97,596.95	97,596.95
504055_Basic Area Rev- 418.3 INTRA- OTHER REV-NR-TELCO	0.00	815.35	815.35
508118_End User Rev- 304.1 INTER- NW ACCS	0.00	12,400.47	12,400.47
508120_End User Rev- 405.0 INTER- END USER REV	0.00	45,055.88	45,055.88
508126_End User Rev- 405.0 INTER- ARC (FCC-ACCS REC CHG)	0.00	61,092.62	61,092.62
508128_End User Rev- 403.0 INTER- FUSC	0.00	25,927.00	25,927.00
508150_End User Rev- 403.0 INTER- NECA-NETWORK ACCESS-LIFELINE	0.00	2,285.00	2,285.00
508200_Sw Acc Rev- 304.1 INTER- NECA SWT ACCS- CCL	0.00	1,289,760.00	1,289,760.00
508210_Sw Acc Rev- 304.1 INTER- NECA SWT ACCS-TS	0.00	(3,072.00)	(3,072.00)
508216_Sw Acc Rev- 304.1 INTER- NECA-SWT ACCS-CAF	0.00	357,594.00	357,594.00
508218_Sw Acc Rev- 304.1 INTER- NW ACCS	0.00	10,262.91	10,262.91
508220_Sw Acc Rev- 305.1 INTER- NW ACCS-SPEC	0.00	197,542.92	197,542.92
508228_Sw Acc Rev- 405.0 INTER- END USER REV	0.00	(1,700.50)	(1,700.50)
508254_Sw Acc Rev- 304.1 INTRA- NW ACCS	0.00	80,119.97	80,119.97
508260_Sw Acc Rev- 308.0 INTRA- ARHCF SUP	0.00	1,040,765.88	1,040,765.88
508355_Spec Acc Rev- 304.1 INTRA- NW ACCS	0.00	11,650.09	11,650.09
508375_Spec Acc Rev- 414.1 INTRA- LD	0.00	4,603.03	4,603.03
510510_LD Rev- 414.1 INTER- LD	0.00	17,162.21	17,162.21

510556_LD Rev- 414.1 INTRA- LD	0.00	92,343.27	92,343.27	92,343.27
510558_LD Rev- 414.1 INTRA- LD-RSOCP	0.00	10,791.04	10,791.04	10,791.04
510590_LD Rev- 414.2 ALLOC- LD	0.00	2,194.23	2,194.23	2,194.23
510595_LD Rev- 414.1 INTNL- LD	0.00	146.79	146.79	
520010_Misc Rec-Pole Attachment Fees				
500100 - Gross Revenue	0.00		27,775.05	
Total Misc Rev-Pole Attachment Fees	0.00		27,775.05	
520060_Misc Rev- 418.3 INTRA- NR REV-TELCO	0.00	56,405.92	56,405.92	56,405.92
528000_Nonregulated Operating Revenue	0.00	406,043.90	406,043.90	
528030_Nreg Rev- 404.3 INTER- METRO E ON N/W	0.00	17,703.84	17,703.84	
528050_Nreg Rev- 305.1 INTRA- INTERNET-HS	0.00	74,743.64	74,743.64	74,743.64
528056_Nreg Rev- 418.3 INTRA- LOC SVC T1	0.00	2,160.00	2,160.00	2,160.00
528058_Nreg Rev- 418.1 INTRA- INTERNET-DIAL UP	0.00	30,436.31	30,436.31	30,436.31
528060_Nreg Rev- 418.1 INTRA- NR REV-INTERNET	0.00	(49.95)	(49.95)	(49.95)
528062_Nreg Rev- 418.3 INTRA- NR REV-ALARM SYSTEMS	0.00	2,541.28	2,541.28	2,541.28
528064_Nreg Rev- 418.3 INTRA- NR REV-TELCO	0.00	1,562.14	1,562.14	1,562.14
528066_Nreg Rev- 418.3 INTRA- OTHER REV-INTRA	0.00	39,364.39	39,364.39	39,364.39
611200_Motor Vehicle Expense-General	0.00	358.73	358.73	1,845,287.10
611220_Motor Vehicle Expense- Installation Vehicles	0.00	12,523.46	12,523.46	
611400_Tools and Other Work Equipment Expense	0.00	46,701.02	46,701.02	
612100_Land and Building Expenses	0.00	96,767.07	96,767.07	
612400_General Purpose Computers Expense	0.00	156,397.64	156,397.64	
621200_Digital Electronic Switching Expense	0.00	3,863.19	3,863.19	
623100_Radio Systems Expense	0.00	515.00	515.00	
623200_Circuit Equipment Expense	0.00	7,100.16	7,100.16	
623210_Electronic	0.00	30,164.74	30,164.74	
623220_Optical	0.00	49,560.15	49,560.15	
628000_Non-reg COS	0.00	141,508.24	141,508.24	
642300_Buried Cable Expense Nonmetallic & Metallic	0.00	323,984.82	323,984.82	
651200_Provisioning Expense	0.00	118,855.60	118,855.60	
653100_Power Expense	0.00	38,353.52	38,353.52	
653200_Network Administration Expense	0.00	583,107.56	583,107.56	
653300_Testing Expense	0.00	40,731.99	40,731.99	
653400_Plant Operations Administration Expense	0.00	9,795.40	9,795.40	
653500_Engineering Expense	0.00	91,469.01	91,469.01	
654000_Access Expense	0.00	45,895.08	45,895.08	
656000_Depreciation and Amortization Expenses	0.00	411,014.68	411,014.68	
661100_Product Management and Sales	0.00	109,792.16	109,792.16	
661300_Product Advertising	0.00	76,259.99	76,259.99	
662000_Services	0.00	99,299.12	99,299.12	
662700_Billing				
600101 - Cost of Sales-JEs and Bills	0.00		3,618.14	
752520 - Office Supplies & Postage Expense	0.00		283.75	
755010 - Bank and Credit Card Fees	0.00		168,119.15	
771010 - Billing and Collections Expense	0.00		102,753.45	
890090 - Management Fees-Regulated Cos_Not Eliminated	0.00		16,544.22	
Total Billing	0.00		291,318.71	
671100_Executive				
890090 - Management Fees-Regulated Cos_Not Eliminated	0.00		161,077.61	
Total Executive	0.00		161,077.61	
672000_General and Administrative	0.00	193,348.38	193,348.38	
672010_Benefits Clearing	0.00	(1,638.15)	(1,638.15)	
672100_Accounting & Finance				
600200 - Cost of Sales-Contra Support Revenue	0.00		792.00	
731010 - Telephone Expense	0.00		4,331.68	
735010 - Sales and Use Tax and Franchise Taxes Expense	0.00		460.00	
753015 - Accounting and Audit Services	0.00		16,849.68	
755010 - Bank and Credit Card Fees	0.00		1,094.27	
755020 - Late Fees Expense	0.00		30.51	
890090 - Management Fees-Regulated Cos_Not Eliminated	0.00		50,643.42	
Total Accounting & Finance	0.00		74,201.56	
672200_External Relations				
890090 - Management Fees-Regulated Cos_Not Eliminated	0.00		873.74	
Total External Relations	0.00		873.74	
672300_Human Resources				
890090 - Management Fees-Regulated Cos_Not Eliminated	0.00		33,689.65	
Total Human Resources	0.00		33,689.65	
672500_Legal				
890090 - Management Fees-Regulated Cos_Not Eliminated	0.00		659.20	
Total Legal	0.00		659.20	
710000_Other Operating Income and Expenses	0.00	53.84	53.84	
724000_Operating Other Taxes	0.00	46,476.00	46,476.00	
730000_Nonoperating Income and Expenses	0.00	2,546.64	2,546.64	
750000_Interest and Related Items	0.00	343,844.00	343,844.00	
900000_Nonregulated Operating Expenses	0.00	12,300.20	12,300.20	
Total RC_ALL	0.00	(755,627.68)	(306.15)	